



Total Compensation Statement Explanation

May 2005

Employees of the State of Montana are eligible to receive a number of benefits in addition to salary compensation. This statement for calendar year 2004 summarizes total compensation and reimbursement received by the employee and paid on behalf of the employee by the State of Montana.

If you were an employee during 2004, received a W-2 for 2004 wages, are still employed as of May 14, 2005 and receiving State Share, a statement would be generated. In order to verify the amounts on the Total Compensation Statement, we are providing a detailed description of the fields on the Total Compensation Statement (below) and referring you to your last 2004 pay advice/warrant to verify how their statements were derived.

TOTAL COMPENSATION		Paid by State of Montana	Paid by Employee
<u>Compensation</u>			
Earnings and Other Compensation	❶	\$ 38,606.00	N/A
<u>Taxes</u>			
Worker's Compensation	★	\$ 502.84	N/A
State Unemployment Insurance	★	\$ 96.46	N/A
FICA/Medicare ¹	❷	\$ 2,763.55	\$ 2,763.55
Federal and State Income Tax ¹		N/A	❸ \$ 868.58
<u>Retirement</u>			
Retirement (MPERA, TRS) ^{1,2}	❹	\$ 2,663.70	\$ 2,663.70
Deferred Compensation ^{1,2}		N/A	❺ \$ 360.00
<u>Health and Welfare Benefits</u>			
State Share/Advance, Premiums, Flex Spending Acct Withholding ³	❻	\$ 5,195.00	❼ \$ 2,481.22
Health Related Benefits			
Paid by the State (Claims)	❽	\$ 12,275.75	Not Included
Your Total Compensation		\$ 62,103.30	N/A

¹ The employee portion of these items are deducted from Earnings and Other Compensation.

² These items are deducted from Earnings on a pre-tax basis.

³ The employee paid portion of these items may be deducted from Earnings on a pre-tax or post-tax basis as selected by the employee.

❶ Earnings and Other Compensation-Includes totals of regular pay, sick leave, sick leave cash out, overtime pay, annual leave, other earnings and shift pay. **Be sure to reference Year-to-Date (YTD) earnings columns.** Does NOT include travel, relocation, meals or other allowance amounts.

★ These amounts are not reflected on the Pay Advice/Warrant, but are reflected in SABHRS.

❷ FICA/Medicare - Add Fed MED/EE (YTD) and Fed OASDI/EE (YTD) to get this amount.

❸ Federal and State Income Tax-Add Federal Withholding (YTD) and Montana Withholding (YTD).

❹ Retirement includes the employer contribution and employee contribution submitted to your retirement system during the 2004 calendar year. Please refer to the explanation of Retirement on the reverse side of your Total Compensation Statement. It is listed as "Public Employees Retirement" in the Before-Tax Deduction Column.

❺ Deferred Compensation (Section 457 plan) is funded entirely by pre-tax withholdings from the employee. It is listed as, "Deferred Compensation" in the Before-Tax Deduction Column.

❻ State Share/Advance – Can be found by adding State Share Credit and State Share Advance.

❼ Please refer to your last 2004 Pay Statement or the sample Pay Advice. This amount may be different for you than the example. You may have after-tax deductions for these amounts and have all your benefits in the "After-Tax" section. If "State Share Excess/Premium Payment" is listed, include it. Then, using the Year-to-Date (YTD) column, **add** all amounts in this section **excluding** PERS and Deferred Compensation. If you have Dependant Life Plan B or Supplemental Life amounts in the middle column, include these amounts. After you have this total, **subtract** "State Share Credit" found in the box above (see arrow). This should reflect your "Paid by Employee" amount across from the State Share/Advance amount.

⑧ The Health Related Benefits amount includes claims paid by the State Plan on your behalf for you and any dependents. It includes medical, dental, and prescription drug claims as reported to the State by our vendor(s). Vision services are **NOT** included. If you participate in Joint-Core, this amount will be reflected on the Primary account holder's statement. Out of pocket expenses, other than premiums, paid by employees are not included. Please contact Blue Cross Blue Shield (Dental, Traditional and Blue Choice), New West (Medical), Peak (Medical) or PharmaCare (Prescription Drugs) for more detail. Please refer to your 2005 Benefits booklet for toll-free and local numbers as well as website addresses to contact these vendors.